

ASX Code: RDM

Red Metal Limited is a minerals exploration company focused on the exploration, evaluation and development of Australian copper-gold and basemetal deposits.

Issued Capital:

196,618,409
Ordinary shares

5,750,000
Unlisted options

Directors:

Rob Rutherford
Managing Director

Russell Barwick
Chairman

Joshua Pitt
Non-executive Director

RED METAL LIMITED

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Queensland
Explorer of the Year 2013

DECEMBER 2016 QUARTERLY REPORT

30 January 2017

HIGHLIGHTS

Corporate Activity

- Non-renounceable rights issue secures additional funding for the 2017 field season.

Maronan, QLD, Silver-Lead & Copper-Gold

- Data reviews and evaluation by select third parties are ongoing.

Lawn Hill, QLD, Zinc-Lead-Silver

- Airborne electromagnetic survey flown over a large portion of Red Metal tenements. Data processing and interpretation pending.

Emu Creek Joint Venture, QLD, Copper-Gold

- Ground electromagnetic surveying identifies new conductor only six kilometres north of the Osborne copper and gold mine. Drill test planned during the 2017 field season.

Leichhardt, QLD, Copper-Gold

- Geophysical modelling highlights exploration potential of the large "Doppler" magnetic target. Preparations for drilling are underway.

Frome Joint Venture, SA, Copper-Gold

- Permitting in progress to drill test the regionally significant "Woolatchi" magnetic target during the second quarter of 2017.

Tennant Creek, NT, Copper-Gold

- Drill ready - four Tennant Creek style "bulls eye" magnetic targets with supporting copper and bismuth soil geochemistry.

Nullarbor, WA, Copper-Gold

- First-pass gravity surveys completed over key targets.

Bactrian, QLD, Coarse Flake Graphite

- Strike potential of the large Mount Dromedary graphite deposit staked.

CORPORATE ACTIVITY

Red Metal successfully conducted a non-renounceable entitlements issue this quarter raising \$1,856,952 bringing the Company's total cash position to \$2.72 million at the end of the December 2016 quarter.

The new funds will initially be put to work testing a number of exciting base metal targets within Red Metal's portfolio while also continuing to advance the Company's funding strategy for Maronan. Updates on the various projects are summarized below.

MOUNT ISA INLIER - QLD

Maronan Project: Silver-Lead & Copper-Gold

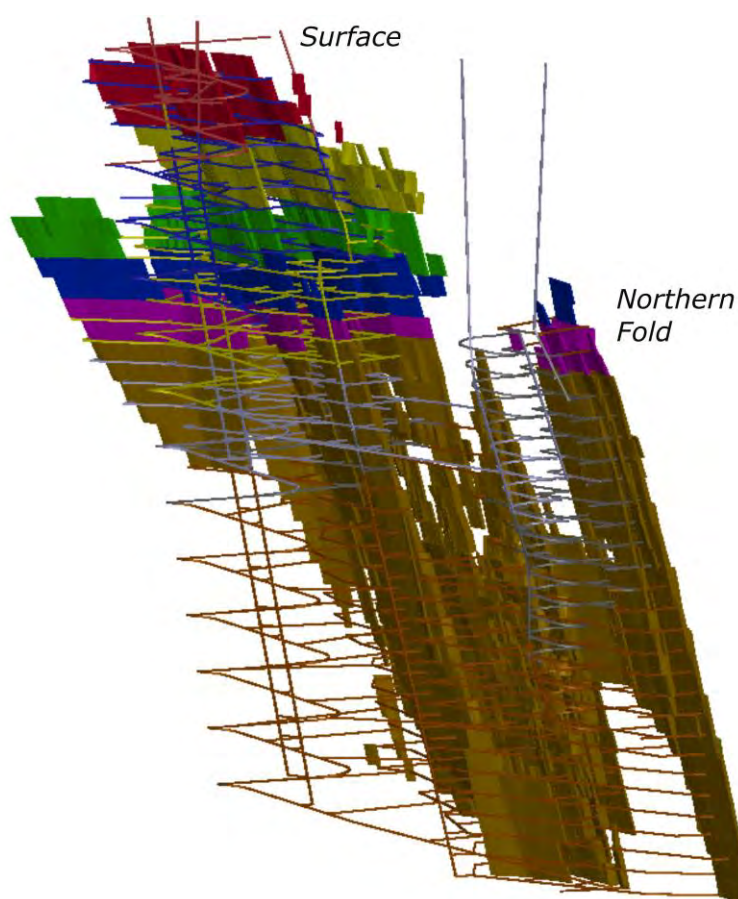
The Maronan lead-silver and copper-gold project is an emerging large base metal deposit in the world class Carpentaria Province which hosts several Tier 1 lead-zinc-silver mines including the Dugald River deposit which was recently approved for development by MMG (Figure 2).

Maronan is defined by a JORC 2012 compliant Inferred Resource of 30.75Mt @ 6.5% lead, 106g/t silver (using a 3% lead cut-off grade) and 11Mt @ 1.6% copper and 0.8g/t gold (using a 1.0% copper cut-off grade). This equates to approximately 2Mt of contained lead, 104.9Moz of silver plus 170,000t of copper and 300,000oz of gold. The deposit remains open down plunge.

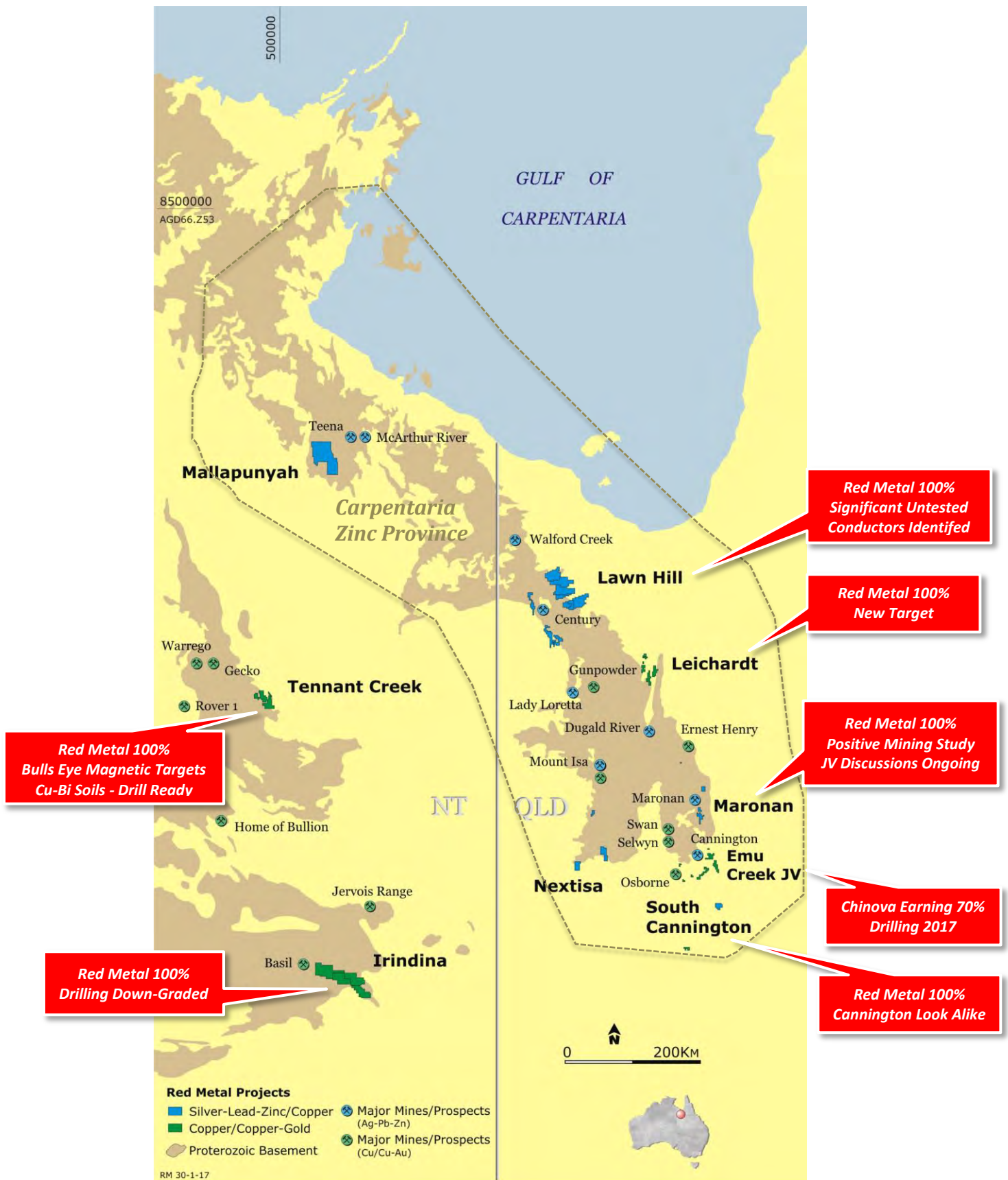
On 8 March 2016, Red Metal announced the positive outcome of the Preliminary Mine Scoping Study which suggested the inferred resources may have scope to be viably mined.

The positive results from the Scoping Study together with the down-plunge geological potential provide a strong economic and geological case for further infill and step-out exploration drilling as a prerequisite to firming up mining plans. The study used a lead price forecast of \$US2200 per tonne which is well below the current price. Recent lead and silver price increases, if maintained, will enhance the project's short term development potential.

Red Metal continues to canvas potential interest for joint venture funding on the project from select third parties. Several companies have initiated detailed data reviews which are ongoing.



[Figure 1] Maronan Project: 3D oblique view of mine development model.



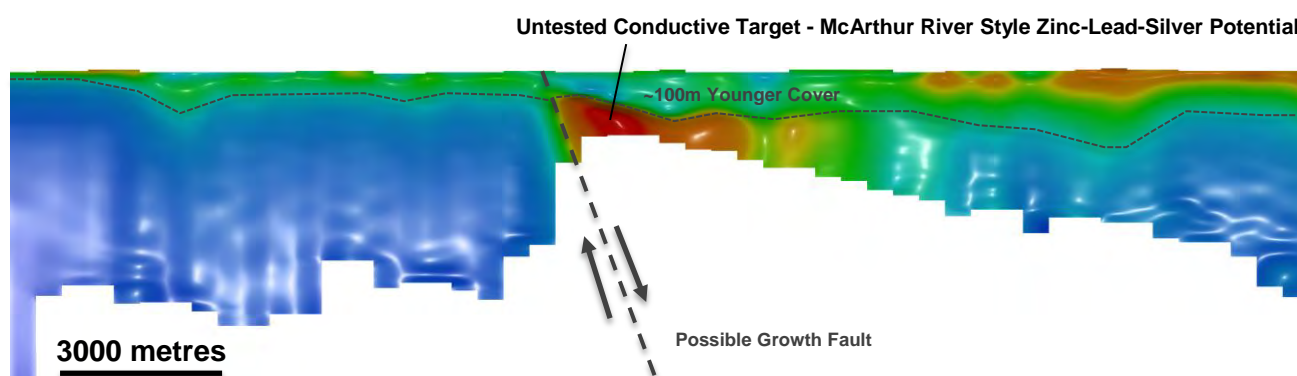
[Figure 2] Northwest Queensland and Northern Territory: Major deposits and Red Metal tenement locations.

Lawn Hill Project: Zinc-Lead-Silver, Copper

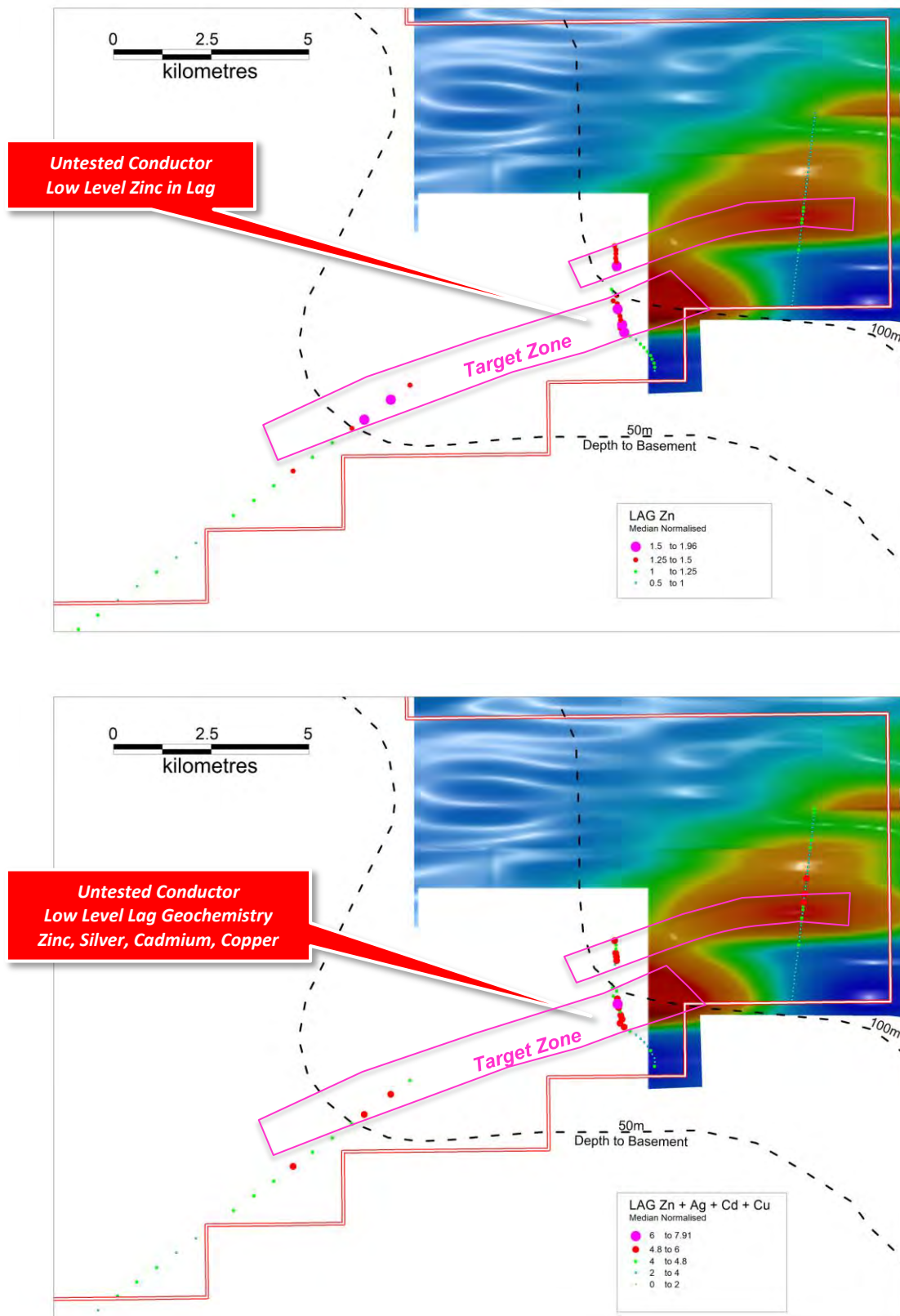
Reprocessing of widely spaced, historic ground electromagnetic data by Red Metal has identified two, previously untested, strong conductors in areas where the prospective zinc-lead-silver stratigraphy is buried below about 50 to 200 metres of younger sedimentary cover (Figure 3). Surface lag sampling collected last quarter identified low levels of anomalous zinc, silver, cadmium and copper above one conductor which is highly encouraging (Figure 4).

This quarter, the Geological Survey of Queensland (GSQ) together with Geoscience Australia (GA) completed a regional airborne electromagnetic survey (VTEM) over part the Lawn Hill region, which incorporated some of Red Metal's tenements. Red Metal funded an additional 110 line kilometres of VTEM surveying to assist with targeting.

Processing of Red Metal's data is in progress. Preliminary products from the GSQ/GA surveying are anticipated shortly.



[Figure 3] Lawn Hill Project: Example of a previously untested conductivity target displayed on a conductivity depth image. Sectional view showing the vertical scale at four times the horizontal scale.



[Figure 4] Lawn Hill Project: Image of historic ground EM overlain by a thematic presentation of median normalised zinc values (top) and zinc + silver + cadmium + copper values (bottom) from recent lateritic lag sampling. The laterite is developed on Mesozoic limestone cover which overlies the conductive basement rocks that are prospective for McArthur River style zinc mineralisation. Interpreted depth to basement shown as dashed contour lines.

Emu Creek Joint Venture: Copper-Gold

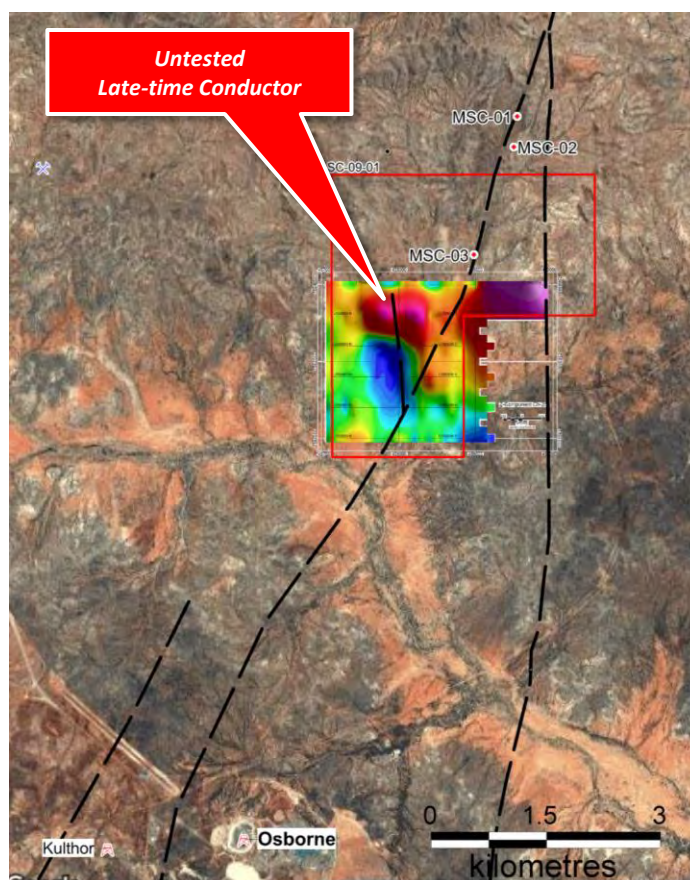
The Emu Creek farm-in agreement with Chinova Resources covers a series of geophysical and structural copper-gold targets located within trucking distance of the Osborne copper and gold mine (Figure 2).

Recent ground based electromagnetic surveying identified a new, moderate strength, conductive body located only six kilometres northeast of the Osborne mine (Figure 5). The conductor models about 170 metres below surface. Ferruginous surface float and lag material sampled directly above the conductor returned encouraging low levels of copper (917ppm), lead (409ppm) and zinc (497ppm).

Fixed-loop electromagnetic surveying and follow-up drilling are planned next field season.

The nearby Osborne deposit was originally discovered by drilling a strong conductive body blind to the surface.

[Figure 5] Emu Creek Joint Venture, Little Sandy Creek Project: Channels 25 moving loop electromagnetic image showing the single line conductor and its close proximity to the Osborne and Kulthor copper and gold deposits.



Corkwood Project: Copper-Gold

Minotaur Exploration Ltd gave notice of its withdrawal from the joint venture on the 27 January 2017. Although excited about the copper-gold potential at Corkwood, Minotaur was unable to attract third party funding support for the project and withdrew.

The Corkwood joint venture project is situated about 100 kilometres northwest of Glencore's large Ernest Henry copper-gold mine (Figure 2) and about 60 kilometres north of Altona Mining Limited's advanced Little Eva deposit. The area contains structurally favorable felsic and intermediate volcanic rock types and numerous magnetic target zones considered prospective for repeats of these styles of mineralisation.

Past exploration on the Jimmy's Creek breccia prospect demonstrated the presence of wide zones of significant copper, gold and silver mineralisation (Figure 6).

Red Metal now plan to trial new, previously untested, copper-gold targeting concepts at Corkwood and the nearby Leichardt project (see below).

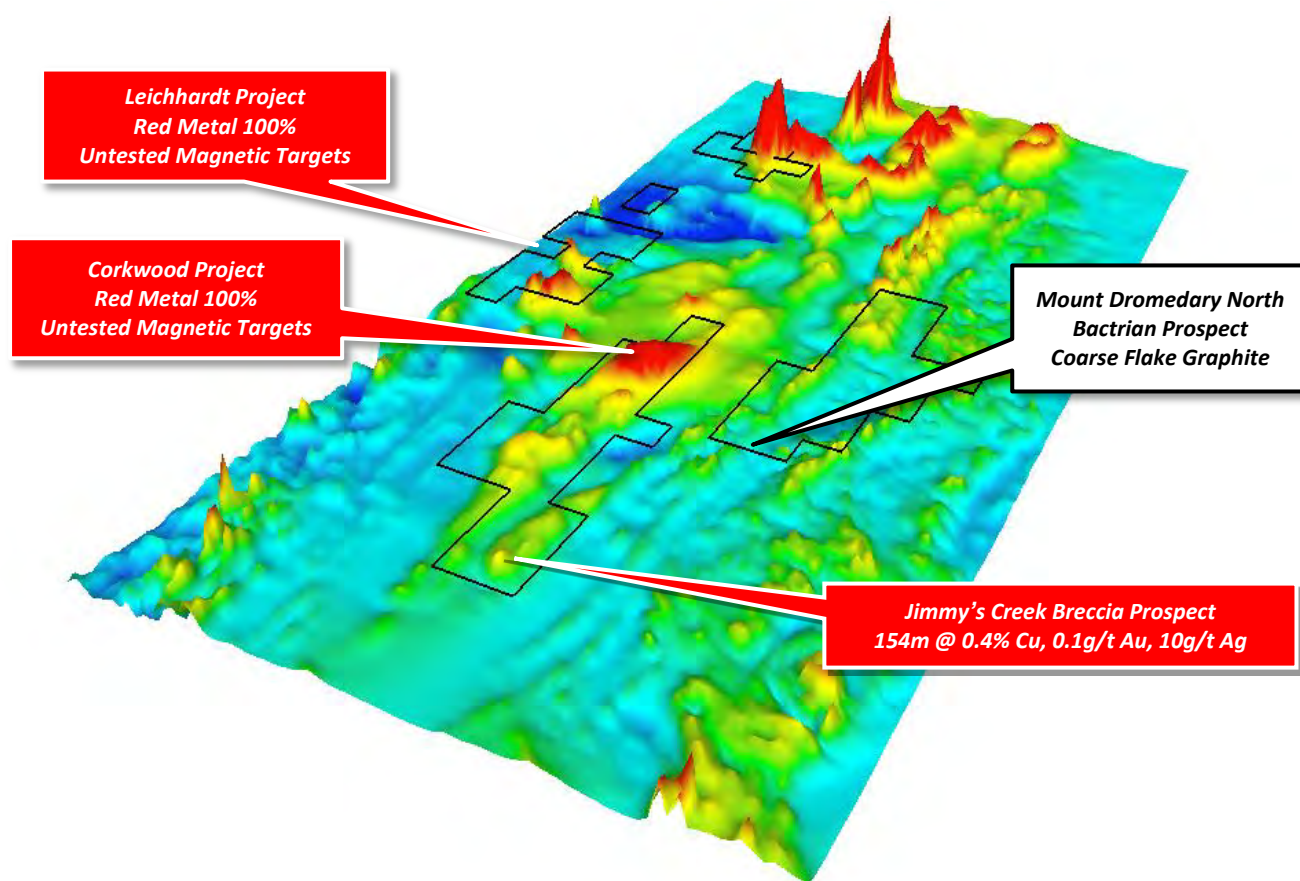
Leichhardt: Copper-Gold

Leichhardt is adjacent to the Corkwood leases (Figure 6) and covers a high amplitude regional magnetic target, referred to as the “Doppler” prospect (Figure 7), which offers scope for a copper and gold breccia deposit comparable with the large Ernest Henry deposit.

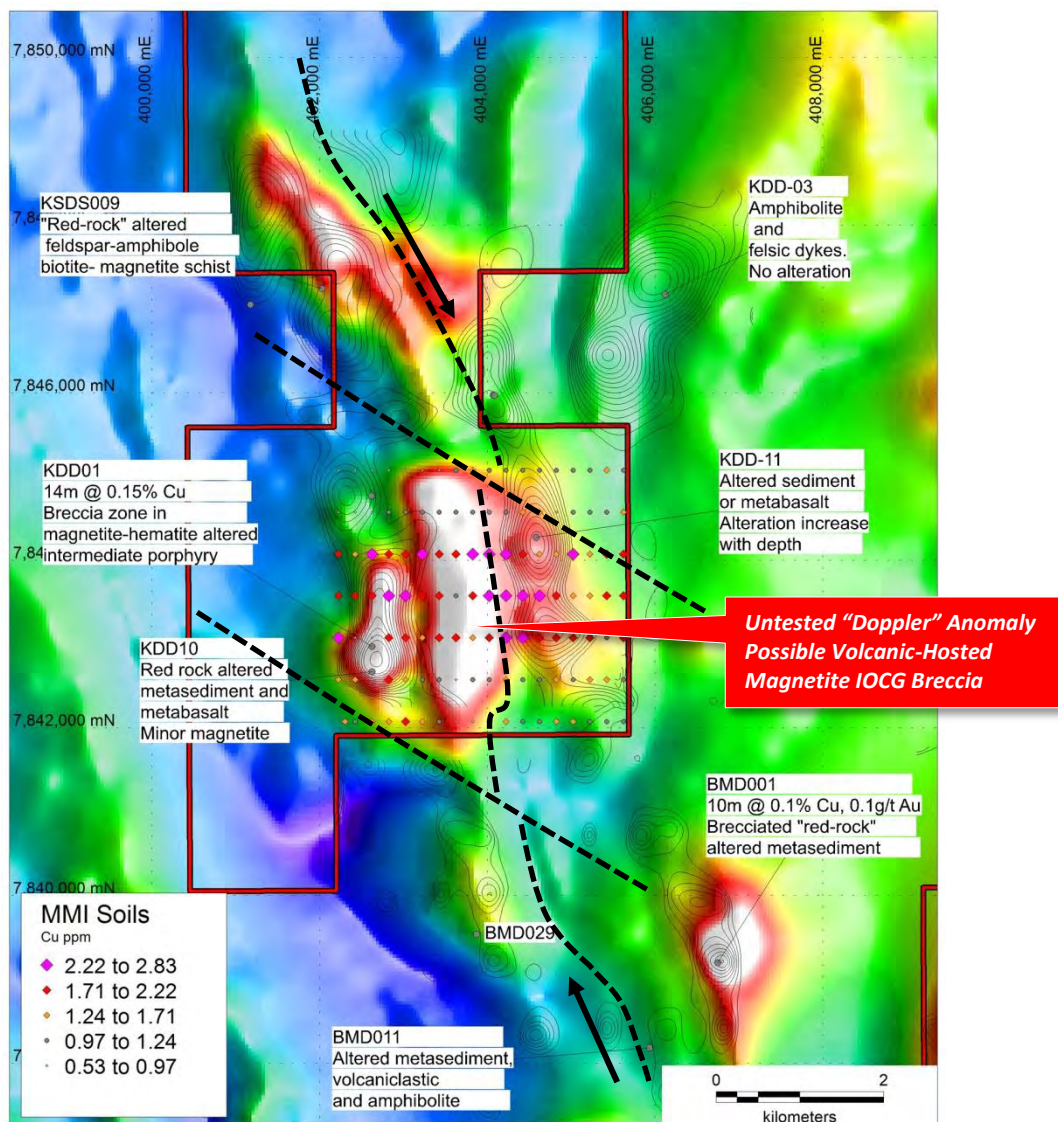
Past explorers gave little priority to this magnetic anomaly as its gravity response is complicated by the adjacent rock types making it difficult to confidently model. As a consequence it remains to be drill tested.

Recent evaluation and geophysical modelling by Red Metal indicates the Doppler magnetic target is sourced about 250 metres below surface and can be attributed to dense source rocks typical of sulphide mineralisation. Red Metal believe the large volume of shallower, dense, calc-silicate and magnetite altered meta-sediments intersected in the nearby drilling may have masked any density anomaly sourced from the Doppler target.

This exciting copper-gold opportunity is scheduled for drilling during the 2017 field season.



[Figure 6] Corkwood Region: Red Metal tenements on oblique 3D total magnetic image. Note the regionally significant magnetic targets which remain to be adequately drill tested and the location of the Mount Dromedary North tenement.



[Figure 7] Leichardt Project: Total magnetic intensity image with residual gravity contours highlighting regionally significant high amplitude "Doppler" magnetic anomaly, thematic MMI copper, nearby drill hole geology and interpreted structure. The Doppler target offers scope for a copper and gold breccia deposit comparable with the large Ernest Henry deposit

Cannington South: Silver-Lead-Zinc

The South32 Cannington mine was discovered as a standout bulls-eye magnetic target and Red Metal is prioritising the search for analogous targets in the surrounding district.

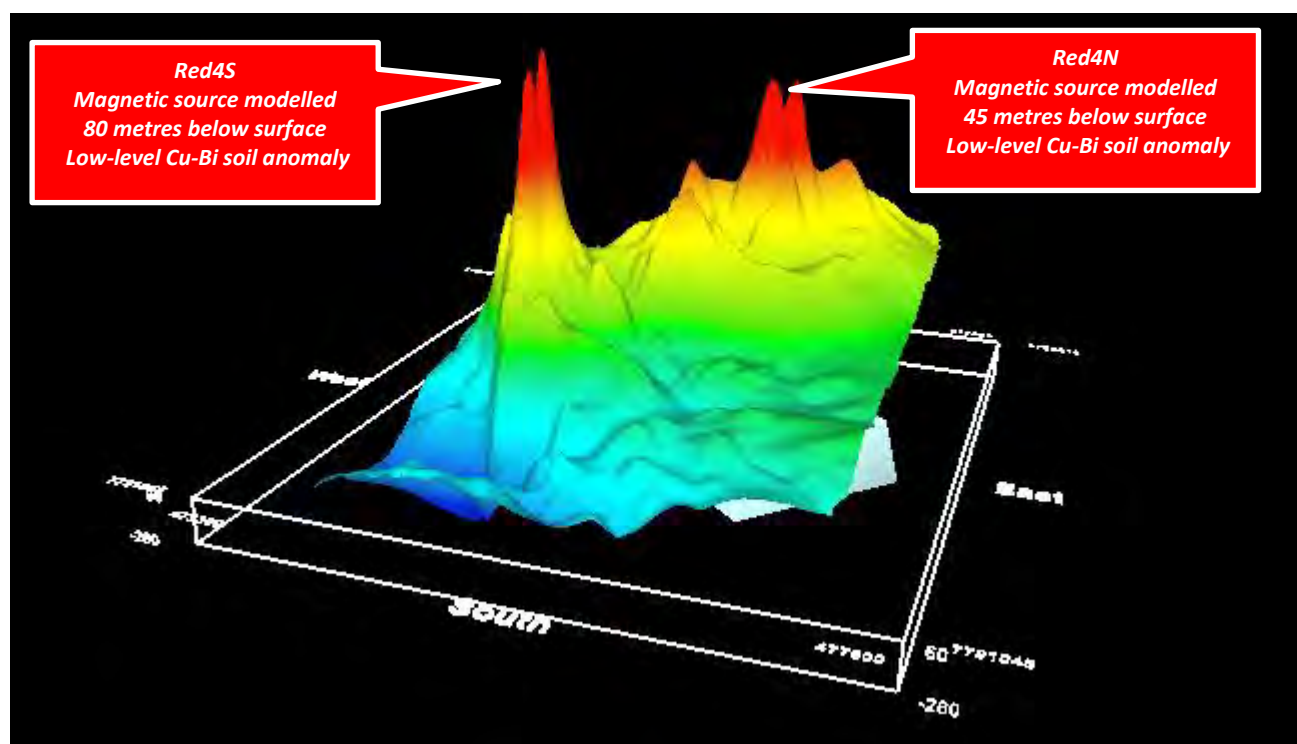
This group of projects seeks giant silver-lead-zinc deposits in prospective sedimentary sequences tracked southwards from the nearby Cannington silver-lead-zinc mine (Figure 2). The effort draws upon a new Red Metal geological and geophysical interpretation based on knowledge gained from research at Maronan and a detailed review of the Cannington geology. The use of ground based gravity and electromagnetic surveying to prioritise the magnetic targets for drill testing is being evaluated.

TENNANT CREEK PROVINCE - NT

Tennant Creek Projects: Gold-Copper-Bismuth

Preparations are underway to drill test four Tennant Creek style “bulls eye” magnetic targets which offer scope for shallow, high-grade styles of copper and gold mineralisation.

Red Metal has used airborne magnetic data to define a variety of targets situated under a thin blanket of transported sands and located about 90 kilometres southeast of the Tennant Creek Goldfield (Figure 2). Encouraging low-level copper and bismuth anomalism was measured in soil samples collected above three of the magnetic targets which model between 40 and 80 metres below surface (Figure 8). These shallow targets are located about 60 kilometres from rail infrastructure which also adds to their appeal. Drilling is expected to begin once the current wet season has passed.



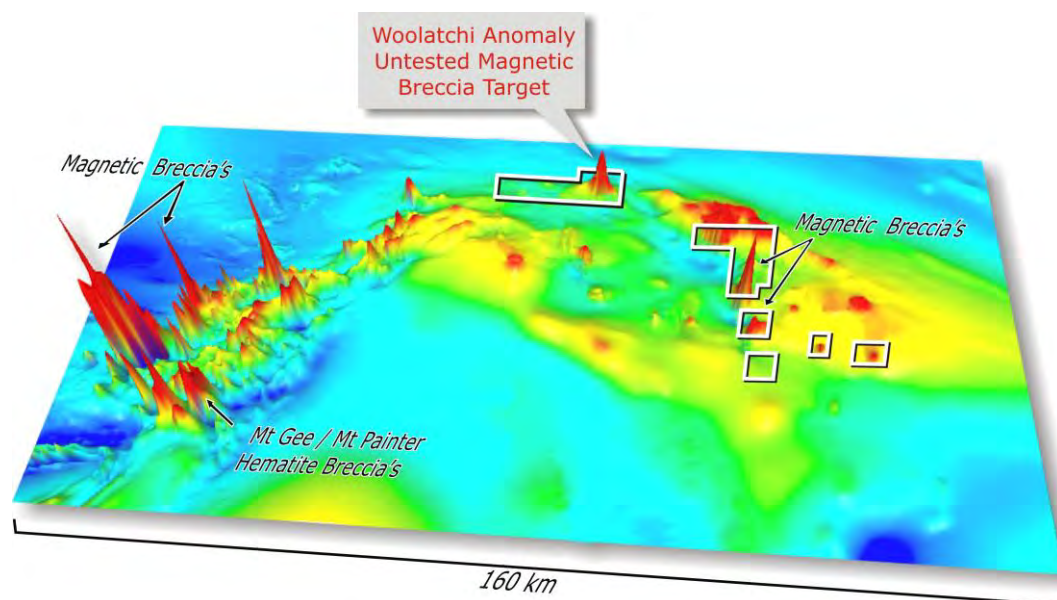
[Figure 8] Tennant Creek Projects: Three dimensional view of high resolution magnetic image over the Red 4N and Red4S targets highlighting strong bulls-eye magnetic anomalies (red peaks). Encouraging low level copper and bismuth anomalism is measured in clay fraction soils collected above the blind magnetic targets.

CURNAMONA PROVINCE – SA

Frome Joint Venture: Copper-Gold

Limited drilling directed towards high regional magnetic anomalies has intersected a number of separate, large hydrothermal breccia's which compare favorably with the geology of mineralised breccia systems in the proven Gawler Craton and Mount Isa Inlier.

The Frome joint venture targets large copper-gold deposits associated with magnetite or hematite breccia's in the basement rocks along the northern margin of the Curnamona Craton (Figure 10). Red Metal's work has defined several untested gravity and magnetic anomalies considered highly prospective for deposits of this style. Red Metal was recently awarded funding support of \$100,000 from the South Australia Government towards a drill test on the large amplitude "Woolatchi" magnetic target (Figure 9). Quotes and permitting for drilling are progressing.



[Figure 9] Frome Joint Venture, Callabonna Project: 3D oblique view of total magnetic intensity highlighting the large amplitude Woolatchi breccia target which remains to be drill tested.

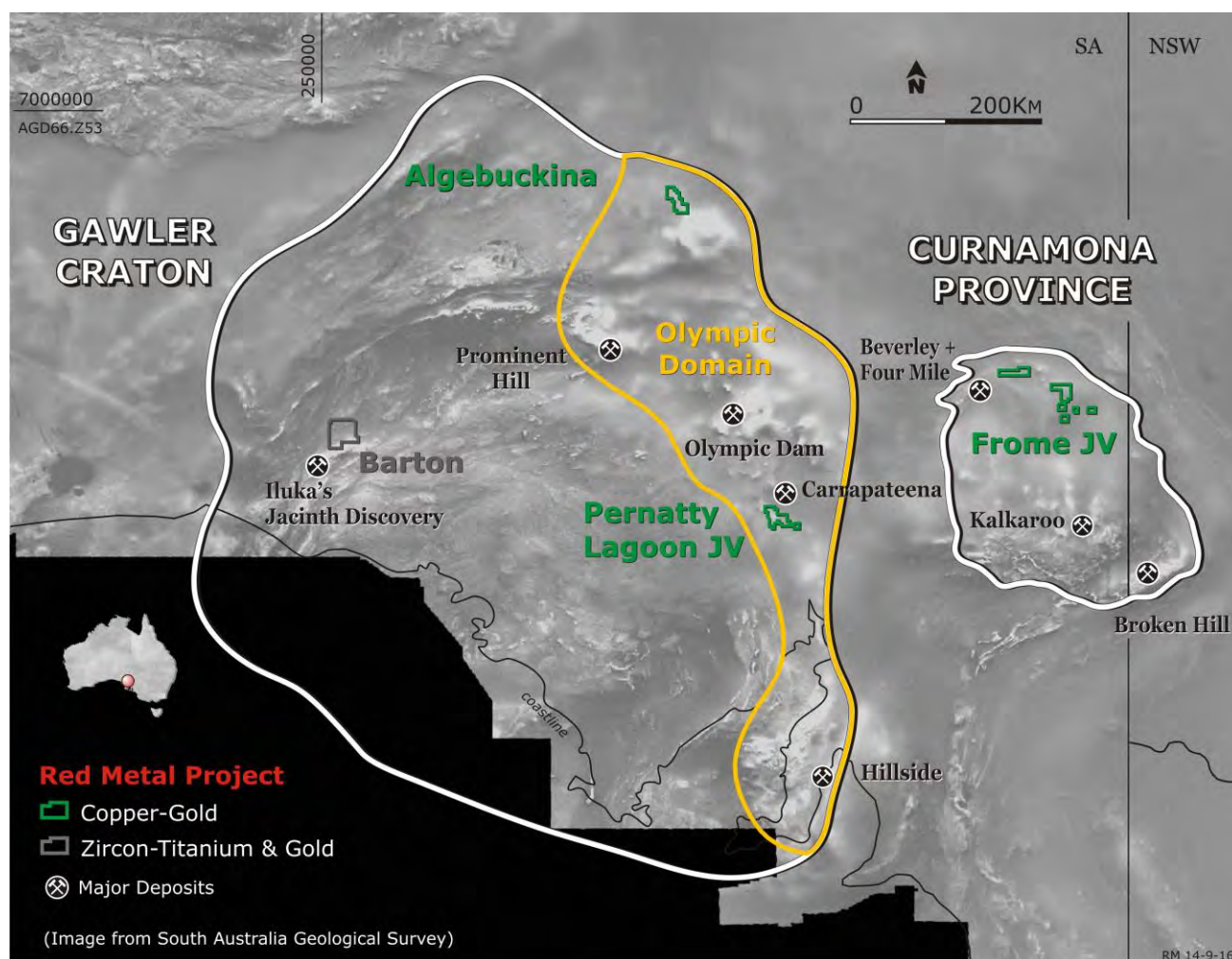
GAWLER CRATON - SA

Pernatty Lagoon Project: Copper-Gold

All cores from the project were transported to the South Australian Governments core library last quarter where detailed spectral logging is progressing. This government sponsored research seeks to map the alteration mineral assemblages in three dimensions and define possible vectors towards copper mineralisation. Preliminary results from this spectral logging program are expected next quarter.

The Pernatty Lagoon project is centred on a regionally significant gravity and magnetic target comparable with the regional signature over the giant Olympic Dam deposit (Figure 10). Drilling by Red Metal has recognised wide spread halo style alteration including sericite-tourmaline and siderite-chlorite-garnet mineral assemblages and a strong siderite-magnetite±hematite association with copper mineralisation in the district.

Significantly, work at Pernatty Lagoon has highlighted the copper potential of four regionally significant, untested, magnetic and gravity targets on the project.



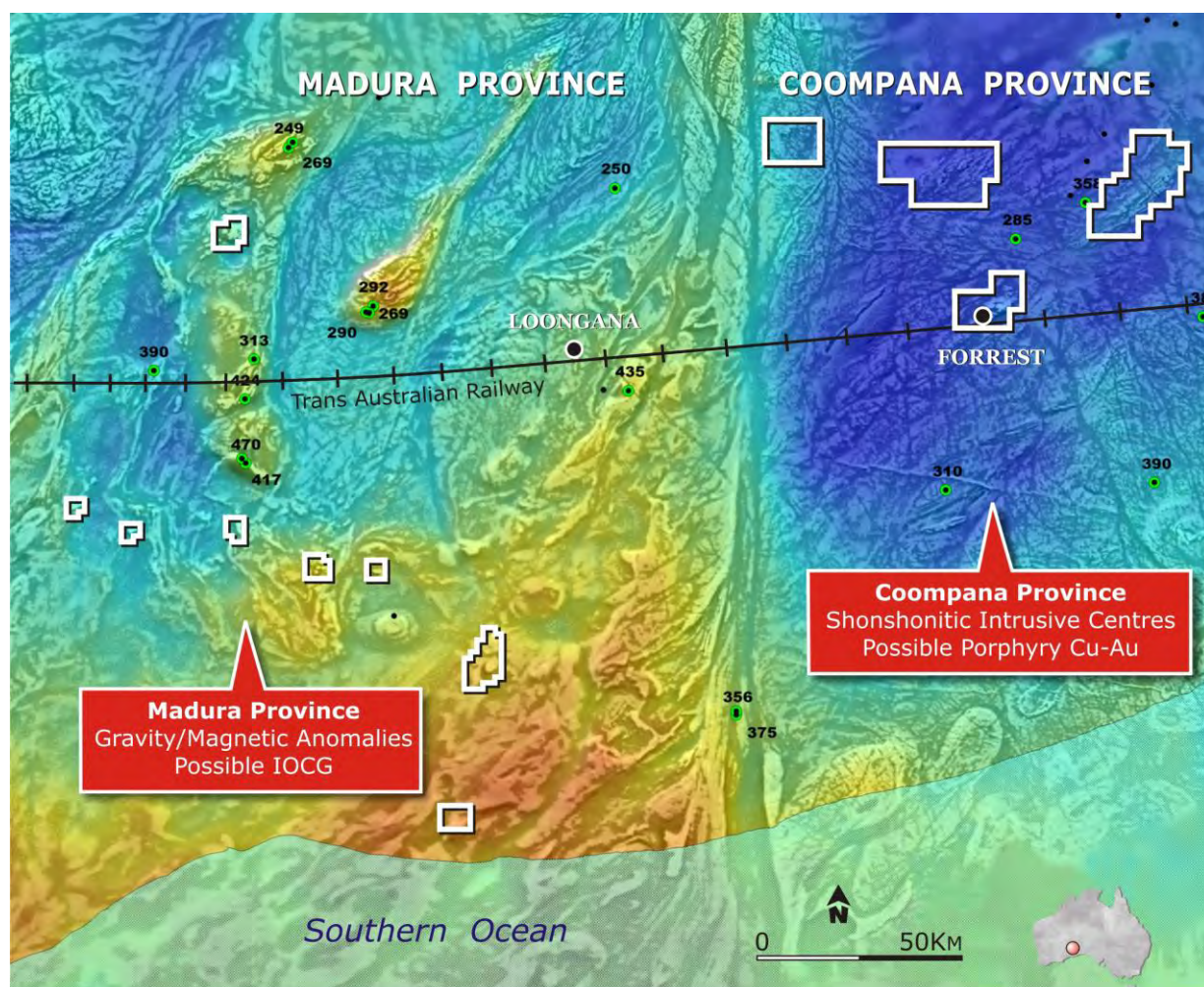
[Figure 10] Red Metal South Australian Projects: Grey scale magnetic image with main project locations.

COOMPANA AND MADURA PROVINCES - WA

Nullarbor Projects: Copper-Gold

Red Metal moved quickly to secure key geophysical targets following new geophysical and basement rock data released by the Geological Survey of Western Australia (GSWA) and Geoscience Australia (GA) outlining what could be exciting new copper-gold provinces under the Nullarbor Plain of Western Australia (Figure 11).

First-pass gravity surveys over key targets were initiated this quarter. Modelling is in progress.



[Figure 11] Red Metal Nullarbor Projects: Total magnetic intensity image with main project locations and existing drill hole locations showing those that intersected basement rocks as green labelled with the depth to basement (metres)

MOUNT ISA INLIER - QLD

Mount Dromedary North Project: Coarse Flake Graphite

The large Mount Dromedary graphite deposit in the Cloncurry region of Northwest Queensland is one of the higher grade flake graphite deposits in the world and is currently being evaluated for potential commercial development by Graphitecorp Limited (ASX:GRA).

Historic airborne electromagnetic imagery maps the Mount Dromedary graphitic schists as a strong conductive trend extending north into Red Metal's exploration license application EPMA26125 (Figure 12). Here it appears to bulge and thicken and is referred to by Red Metal as the "Bactrian" prospect.

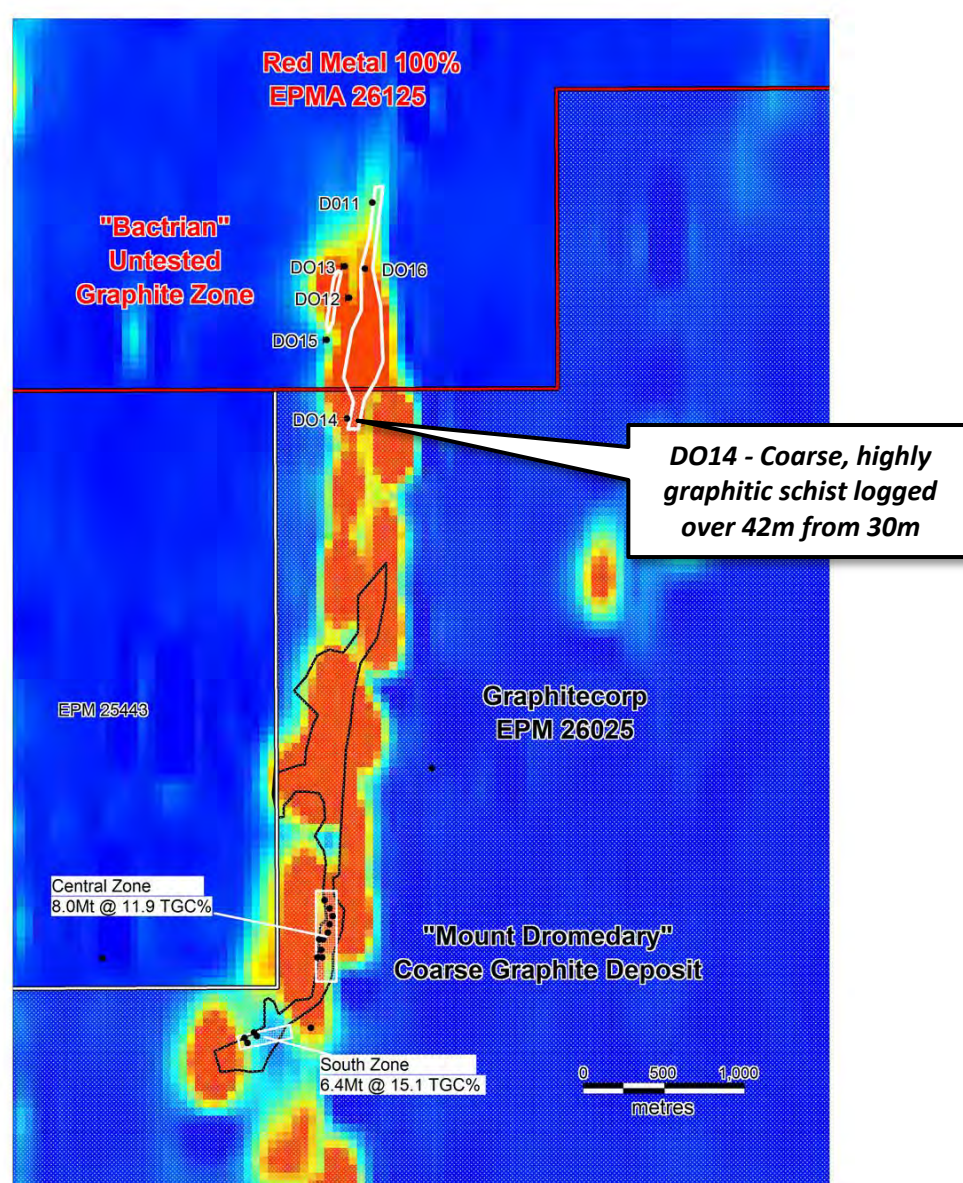
Logs from historic copper exploration drilling located south and north of the Bactrian conductive trend record highly graphitic intervals of schist including 42 metres of coarse graphite from 30 metres in drill hole DO14 (Figure 12, refer to Red Metal ASX announcement dated 1 November 2017).

The conductive zone within Red Metal's tenure appears to extend for about 600 metres and remains to be evaluated for its coarse graphite potential.

Graphitecorp's nearby Mount Dromedary graphite deposit is reported to contain large zones of high-grade graphite schist averaging 18.8% total graphitic carbon (TGC) with a large flake size distribution including 43%

classified as jumbo to large. Localised drilling along the extensive graphite schist trend has outlined a Total Mineral Resource of 14.3 Mt @ 13.3% TGC for 1,908,000t of contained graphite. According to Graphitecorp announcements, preliminary metallurgical test work suggests the Mount Dromedary graphite can be easily concentrated to 94%+ via simple flotation, and also confirmed the graphite flake could be purified to 99.93%+ suitable for advanced battery and other markets. Graphitecorp's reported vision is to produce 50,000 tonnes of high value graphite product per year.

Red Metal's Bactrian prospect was secured in the course of the Company's ongoing base metal exploration in the Mount Isa Inlier and represents a valuable, low cost exploration opportunity to be drill tested once granted in the year ahead.



[Figure 12] Mount Dromedary North Project: Historic airborne electromagnetic imagery showing the highly conductive zones (red and yellow) associated with the Mount Dromedary graphitic schist trend mostly located within Graphitecorp's EPM26025 but extending into Red Metals EPMA26125. Mapped graphite schist shown as a black polygon. Note the small lateral extent of the published coarse graphite resources. The untested "Bactrian" target zone in Red Metal's EPMA26125 is shown as a white polygon at the northern end of the Mount Dromedary conductive trend.

OTHER PROJECTS

Red Metal continues to rationalise its exploration portfolio concentrating on its highest priority base metal targets. Other projects are briefly summarised below in Table 1.

[Table 1] Red Metal Limited: other projects.

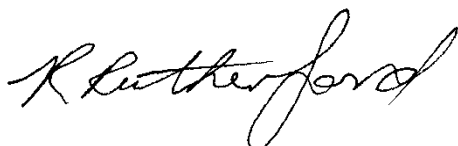
Project	Description	Status
QUEENSLAND		
<u>Nextisa</u> <i>Cu Ag-Pb-Zn</i>	Targeting Isa-type copper and stratabound lead-zinc in potential shale basins interpreted along the southward extensions to the Mount Isa fault.	Airborne conductor identified for validation using ground EM.
SOUTH AUSTRALIA		
<u>Algebuckina</u> <i>Cu-Au</i>	Magnetite-associated copper-gold potential in Gawler Craton. Prospective magnetic/gravity targets defined under shallow cover.	Drill ready, seeking third party funding.
<u>Barton</u> <i>Zircon, Titanium & Au</i>	Large tonnage, low-grade heavy mineral sand deposit discovered in Eucla Basin near Iluka's Ambrosia zircon mine. Gold potential in underlying basement shear zones remains untested.	Scope for higher grade of HM identified. Seeking third party funding.
NORTHERN TERRITORY		
<u>Mallapunyah</u> <i>Zn-Pb-Ag-Cu</i>	Prospective zinc stratigraphy adjacent to the large Mallapunyah Fault. Associated silver, lead and zinc stream sediment anomalism. Scope for Century or McArthur River styles zinc and sedimentary-hosted copper	Land access negotiations in progress.
<u>Irindina</u> <i>Cu-Co</i>	First pass, proof-of-concept drilling tested a very strong electromagnetic conductor and a nearby five kilometre long by one kilometre wide multi-element soil geochemical anomaly completed. The drilling failed to identify any significant mineralisation or validate the exploration target concept down-grading this project.	Re-assessing geological potential
USA		
<u>Colorado Potash</u> <i>KCl</i>	Multiple beds of probable potassium chloride (sylvite) over good widths and grades along the axis of the Dolores Anticline. Vast tonnage potential. Positive outcomes from an economic review have reinforced the upside potential of this significant, previously untested, potash target concept.	Seeking JV funding

For further information concerning Red Metal's operations and plans for the future please refer to the recently updated web site or contact Rob Rutherford, Managing Director at:

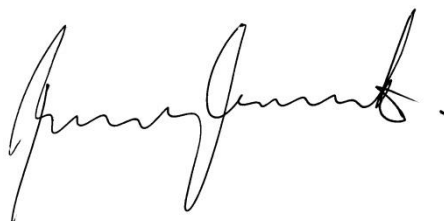
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Rob Rutherford
Managing Director



Russell Barwick
Chairman

The information in this report that relates to Exploration Results and estimates of Mineral Resources for the Maronan Project was previously reported by the Company in compliance with JORC 2012 in market releases dated 28 January 2014, 21 November 2014, 3 February 2015, 29 July 2015, 27 October 2015 and 8 March 2016. The Company confirms that it is not aware of any new information or data that materially affects the information included in the market announcements dated 28 January 2014, 21 November 2014, 3 February 2015, 29 July 2015, 27 October 2015 and 8 March 2016 and, in the case of the estimate of Mineral Resources all material assumptions and technical parameters underpinning the estimates in the market announcement of 27 October 2015 continue to apply and have not materially changed.

The information in this report that relates to the Colorado Potash Project was previously reported by the Company in compliance with JORC 2012 in a market release dated 31 March 2015. The Company confirms that it is not aware of any new information or data that materially affects the information included in the market announcement dated 31 March 2015.

The information in this report that relates to the Mount Dromedary North Project was previously reported by the Company in compliance with JORC 2012 in a market release dated 1 November 2016. The Company confirms that it is not aware of any new information or data that materially affects the information included in the market announcement dated 1 November 2016.

The information reported above (other than in respect of the Maronan Project, Mount Dromedary North and Colorado Potash Project) relating to Exploration Results was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

The information in this report that relates to Exploration Results (other than in respect of the Maronan Project, Colorado Potash Project and Mount Dromedary North Project) is based on, and fairly represents, information and supporting documentation compiled by Mr Robert Rutherford, who is a member of the Australian Institute of Geoscientists (AIG). Mr Rutherford is the Managing Director of the Company. Mr Rutherford has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Rutherford consents to the form and context in which the Exploration Results and supporting information are presented in this report.

ADDENDUM TO DECEMBER 2016 QUARTERLY ACTIVITIES REPORT

Granted exploration tenements held are as follows:

Project / Location	Tenement Reference	Company Interest %	Comment
Western Isa	EPM 12653	100	
Cannington South	EPMs 19232, 19531, 25842, 25871	100	
Chinova JV	EPMs 15385, 16251, 13318, 13321	100	Refer note 1.
Nextisa	EPMs 25693	100	
Maronan	EPM 13368	100	
Corkwood	EPMs 13376, 13380, 15633, 26032, 26125	100	Refer note 2.
Lawn Hill	EPMs 25902, 25904, 25905, 25907, 25912, 25985, 26116, 26157	100	
Barton	EL 5888	100	
Algebuckina	EL 5404	100	
Callabonna JV	EL 5360	-	Refer note 3.
Pernatty Lagoon JV	EL 5107	85.1	Refer note 4.
Tennant Creek	ELs 24009	100	
Irindina	ELs 27265, 27267, 30756, 31000	100	
Nullarbor	ELs 3432, 3441, 3429,	100	
Colorado Potash	Potash Prospecting Permits COC 73567, 73569, 73572, 73574, 73576	100	

Notes:

1. Joint venture between Red Metal (diluting to 30%) and Chinova Resources (Osborne) Pty Ltd (earning 70%). No change in interest during the quarter.
2. Minotaur Exploration Limited withdrew from the joint venture on 27 January 2017.
3. Joint venture between Red Metal (earning 70%) and PlatSearch NL (diluting to 30%). No change in interest during the quarter.
4. Joint venture between Red Metal (85.1%) and Havilah Resources NL (14.9%). No change in interest during the quarter.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

RED METAL LIMITED

ABN

34 103 367 684

Quarter ended ("current quarter")

31 DECEMBER 2016

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers		
1.2 Payments for		
(a) exploration & evaluation	(89)	(310)
(b) development		
(c) production		
(d) staff costs	(189)	(378)
(e) administration and corporate costs	(93)	(187)
1.3 Dividends received (see note 3)		
1.4 Interest received	9	21
1.5 Interest and other costs of finance paid		
1.6 Income taxes paid		
1.7 Research and development refunds		
1.8 Other (provide details if material)		1
1.9 Net cash from / (used in) operating activities	(362)	(853)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment		(1)
(b) tenements (see item 10)		
(c) investments		
(d) other non-current assets		

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment		
	(b) tenements (see item 10)		
	(c) investments		
	(d) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	Net cash from / (used in) investing activities		(1)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	1,857	1,857
3.2	Proceeds from issue of convertible notes		
3.3	Proceeds from exercise of share options		
3.4	Transaction costs related to issues of shares, convertible notes or options	(143)	(143)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	Net cash from / (used in) financing activities	1,714	1,714

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,370	1,862
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(362)	(853)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(1)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,714	1,714
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,722	2,722

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	122	70
5.2 Call deposits	2,600	1,300
5.3 Bank overdrafts		
5.4 Other (provide details)		
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,722	1,370

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Current quarter \$A'000
78
-

Directors remuneration

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Current quarter \$A'000
-
-

Mining exploration entity and oil and gas exploration entity quarterly report

8. Financing facilities available	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Add notes as necessary for an understanding of the position</i>		
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	100
9.2 Development	
9.3 Production	
9.4 Staff costs	150
9.5 Administration and corporate costs	90
9.6 Other (provide details if material)	
9.7 Total estimated cash outflows	340

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	EPM 18303 QLD,	Relinquished	100	0
10.2 Interests in mining tenements and petroleum tenements acquired or increased	EPM 26125 QLD,	Granted	0	100
	EPM 26157 QLD,	Granted	0	100
	EL 69/3432 WA,	Granted	0	100
	EL69/3441 WA,	Granted	0	100
	EL69/3429 WA.	Granted	0	100

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:
(Company secretary)

Date: January 2017

Print name: Patrick Flint

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.